KAMARAJ COLLEGE (Autonomous)

Accredited with A+ Grade by NAAC
(Affiliated to Manonmaniam Sundaranar University, Tirunelveli)
THOOTHUKUDI – 628 003

(5 Pages) **Reg. No: …………………………………………**

Question. Code No : 25E00404 **Sub Code : 24UECO22/ 24UEBF22**

UG Degree - End Semester Examinations, April 2025

Second Semester

B.COM. / B.Com Banking and Finance

Elective - Insurance and Risk Management

(For those who joined in July 2024 onwards)

Time : 3 Hours **Maximum : 75 Marks**

PART - A (10 × 1 = 10 Marks)

Answer ALL Questions
Choose the correct answer :

1. _____ is the role of an insurance intermediary.

   (a) Manufacturing insurance products

   (b) Regulating insurance companies

(c) Acting as a bridge between insurers and customers

(d) Underwriting all types of risks

2. _____ is a contract between insurer and the insured.

(a) Agreement (b) Insurance policy

(c) Legal notice (d) Investment plan

3. _____ life insurance policies provides both insurance and investment benefits.

(a) Term insurance

(b) Whole life insurance

(c) Unit linked insurance plan

(d) Endowment insurance

4. _____ principles of insurance ensures honesty between the insurer and the insured.

(a) Indemnity (b) Utmost good faith

(c) Contribution (d) Subrogation

5. Third party insurance in motor insurance covers _____

(a) Only the vehicle owner (b) Theft of the vehicle

(c) Damage caused to a third party (d) Engine failure

6. _____ is 'no claim bonus' in insurance.

(a) A penalty for making claims

(b) A tax benefit

(c) An additional coverage

(d) A discount on premium for not making any claims

7. _____ refers to a risk management strategy that involves transferring risk to a third party.

   (a) Risk avoidance (b) Risk reduction

   (c) Risk transfer (d) Risk retention

8. The purpose of risk matrix is to _____.

   (a) Eliminate all risks (b) Predict stock prices

   (c) Assess risks based on likelihood and impact (d) Calculate financial returns

9. The maximum number of whole time members in IRDAI is _____.

   (a) 3 (b) 5

   (c) 7 (d) 9

10. _____ committee recommended the establishment of IRDAI.

    (a) Narasimhan (b) Malhotra

    (c) Rangarajan (d) Bimal Jalan

PART – B (5 X5 = 25 Marks)

Answer ALL Questions choosing either (a) or (b).
Answer should not exceed 250 words.

11. (a) Bring out the general concepts of insurance.

(OR)

(b) Write down the principles of contract of insurance.

12. (a) Write about double insurance.

(OR)

(b) Bring out the fundamental principles of life insurance.

13. (a) What are the key principles of motor insurance?

(OR)

(b) Explain the claim settlement process in general insurance.

14. (a) Explain the objectives of risk management.

(OR)

(b) Write a note on corporate risk management.

15. (a) Bring out the objectives of IRDA.

(OR)

(b) Explain the prudential norms of IRDA.

PART – C (5 X 8 = 40 Marks)

Answer ALL Questions choosing either (a) or (b).
Answer should not exceed 500 words.

16. (a) Bring out the various types of insurance.

(OR)

(b) Explain insurance intermediaries.

17. (a) Differentiate pension from annuities.

(OR)

(b) Write about individual and group policies.

18. (a) Discuss the features of personal accident insurance policy.

(OR)

(b) Explain in detail the benefits and types of liability insurance.

19. (a) Write notes on risk reduction and risk transfer. Also give their objectives.

(OR)

(b) Explain about corporate risk management process in detail.

20. (a) What are the provisions of related acts of IRDA?

(OR)

(b) Explain the powers and functions of IRDA.